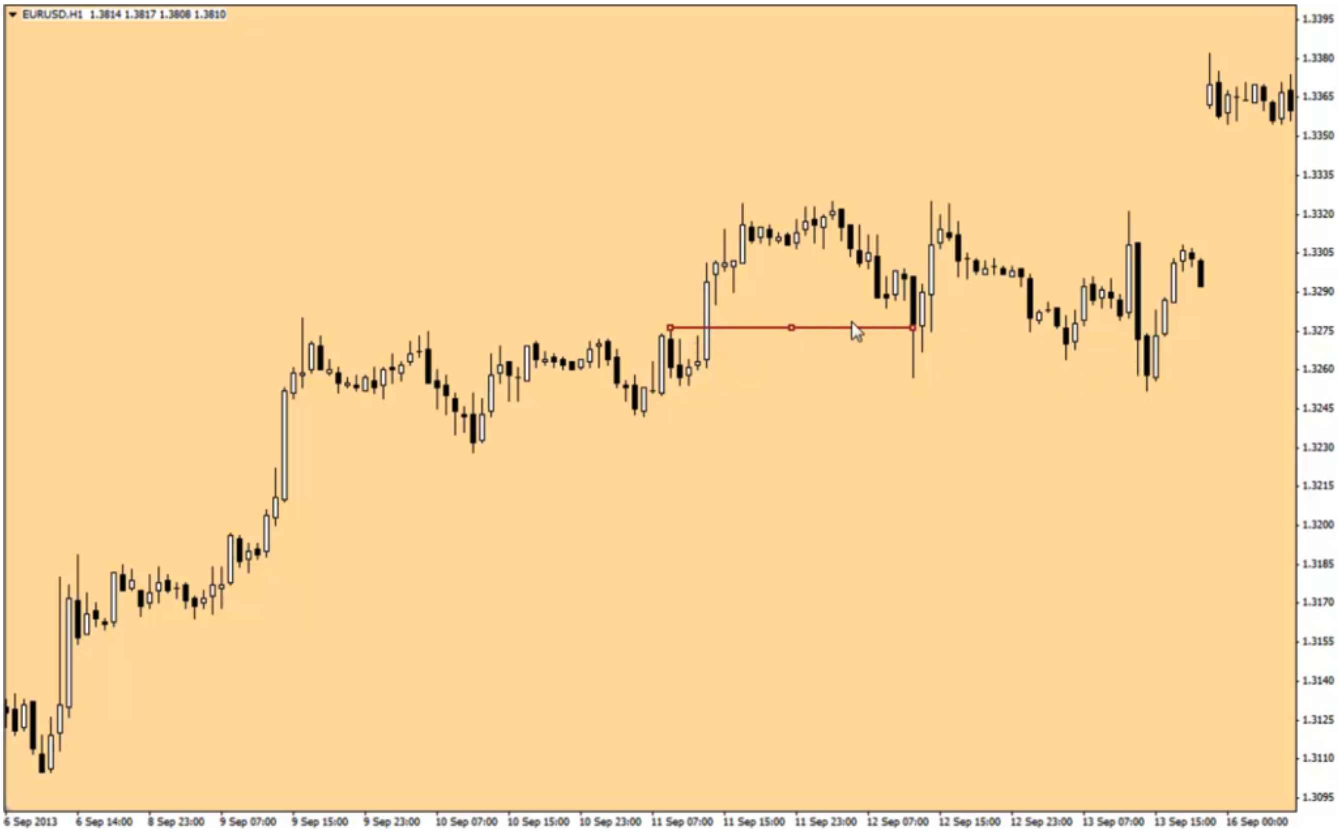
Precision Trading Volume 1

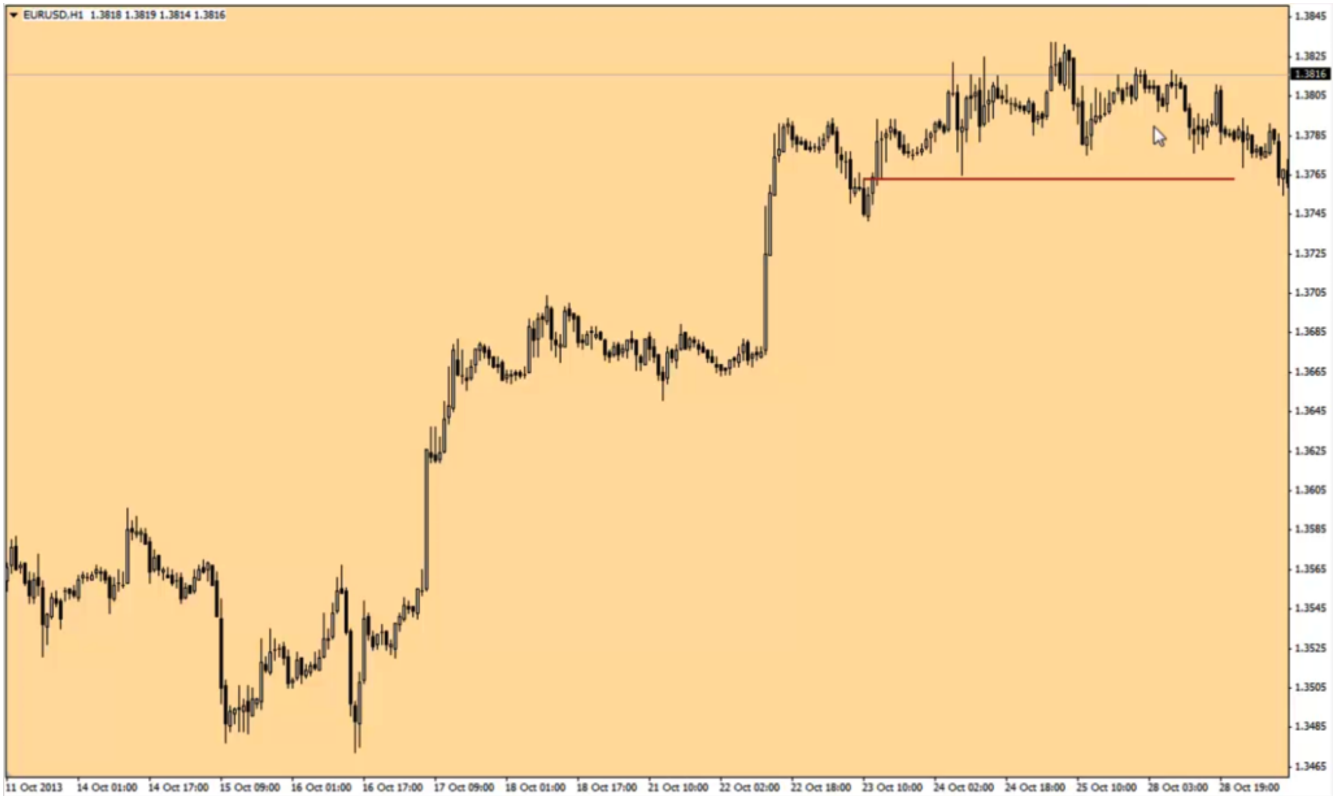
Sunday, April 20, 2014 9:04 PM

- Order blocks occur on all time frames.
- Low risk, high probability setups are derived from higher time frame perspectives.
- Large institutions and banks are basing the majority of their trades from the higher time frame charts. Their orders are so large that many times they need to be split up into modular blocks.
- We want to be buying when the street money is selling and selling when the street money is buying.
- Trends or order flow tend to remain for long periods and require more to change them.
- If we see a pair moving higher on the weekly chart, it is going to take a very significant impact of some sort on a fundamental level to cause this underlying trend to change course.
- Blind luck tricks you into thinking that you are smarter than you really are and this is what really plagues a neophyte trader that begins to see profits fall into their account.
- Framing retail trading ideas on the basis of the macro perspective is conducive for profits.
- The EMA's (period 9 and period 18) on weekly time frames will assist in higher odds order flow & order blocks.
- Only judge and compare yourself to who you were the day before, do not compare yourself to other traders.
- When the EMA starts to turn downwards do not view it as a potential crossover. It is only a crossover once they actually cross over to the downside. An actual crossover has to happen before you want to abandon your premise.
- You do not want to use candles with big wicks as order blocks. The best order block candles are the ones with large bodies.





- When you see price continuously dip down into an order block and then snap away from it, then you know that the smart money is really accumulating positions.
- If the order blocks are being respected on the bullish side, then the support levels around that order block should maintain.
- You are investigating the market on a daily basis and asking yourself, "what is being respected?"
- We are limiting our focus to one side of the market.
- We don't like to trade on Sunday's, Monday's, or Friday's.
- We are looking for speed moving away from a level and the amount of time it spent at that level. If price is meandering around for a while then there was not a lot of institutional sponsorship involved.
- When you are in bullish conditions and expecting higher pricing and you see prices dropping lower, that is not indicative of smart money selling. In fact, it is just the lack of smart money buying.
- If you see price rally and then start consolidating, the first question you will want to be asking yourself is, "where are the stops located?" See the chart below for an example:


EURUSD,H1 1.3818 1.3819 1.3814 1.3816
1.3845
1.3825
1.3816
1.3805
1.3785
1.3765
1.3745
1.3725
1.3705
1.3685
1.3665
1.3645
1.3625
1.3605
1.3585
1.3565
1.3545
1.3525
1.3505
1.3485
1.3465
11 Oct 2013
14 Oct 01:00
14 Oct 17:00
15 Oct 09:00
16 Oct 01:00
16 Oct 17:00
17 Oct 09:00
18 Oct 01:00
18 Oct 17:00
21 Oct 10:00
22 Oct 02:00
22 Oct 18:00
23 Oct 10:00
24 Oct 02:00
24 Oct 18:00
25 Oct 10:00
28 Oct 03:00
28 Oct 19:00